

**MINUTES**  
**State Allocation Board**  
**May 3, 2005**

Upon notice duly given, the monthly meeting of the State Allocation Board was held in Room 113 of the State Capitol, Sacramento, California on May 3, 2005 at 4:00 p.m.

Members of the Board present were as follows:

- Anne Sheehan, Chief Deputy Director, Policy, Department of Finance, designated alternate for Thomas Campbell, Director, Department of Finance
- Rob Cook, Deputy Director, Interagency Support Division, Department of General Services, designated alternate for Ron Joseph, Director, Department of General Services
- Kathleen Moore, Director, School Facilities Planning Division, California Department of Education, designated representative for Jack O'Connell, Superintendent of Public Instruction
- Rosario Girard, President and CEO, Phoenix Construction Services, Inc., appointee of Arnold Schwarzenegger, Governor of the State of California
- Senator Bob Margett
- Senator Alan Lowenthal
- Senator Jack Scott
- Assembly Member Lynn Daucher
- Assembly Member Jackie Goldberg
- Assembly Member Joe Coto

Representatives of the State Allocation Board (SAB) were as follows:

Luisa M. Park, Executive Officer  
Mavonne Garrity, Interim Assistant Executive Officer

Representatives of the Department of General Services, Office of Public School Construction (OPSC), were as follows:

Luisa M. Park, Executive Officer  
Dave Zian, Manager, Fiscal Services/Program Services

Representative of the Department of General Services, Office of Legal Services, was as follows:

Garry Ness, Assistant Chief Counsel

With a quorum present, Ms. Sheehan, Chair, called the meeting to order at 4:06 p.m.

The Chair, on behalf of the Board, introduced and welcomed Ms. Rosario Girard, as the newest member of the State Allocation Board. This appointment completes the ten-member Board.

**PRIOR MINUTES**

A motion was made and carried to approve the Minutes for the March 30, 2005 SAB meeting.

**EXECUTIVE OFFICER'S STATEMENT**

The Executive Officer provided the Board updates on the following items: 1) the OPSC staff has met with the Division of the State Architect who is gathering data that will help identify the funding need related to the impacts of the Americans with Disabilities Act; 2) Legal Counsel is awaiting a response from the Attorney General's Office regarding whether a 2/3 vote of the Legislature would be required if the Board were to transfer the remaining Critically Overcrowded School (COS) Program funding of \$269 million to the new construction funding category and, subsequently, want to return the funds to the COS Program. Once received, an item will be presented to the Board; and 3) the final filing date to submit School Facility Program (SFP) Joint-Use applications is May 31, 2005. There is currently \$60.3 million available for funding SFP Joint-Use projects and it is anticipated that these projects will be presented for funding at the July 2005 SAB meeting.

**CONSENT ITEMS**

In considering this item, the Board approved the consent calendar as presented. Ms. Kathleen Moore abstained from voting on all Elk Grove Unified School District approvals but approved all others. In addition, it was noted that the apportionments reflected in the Consent portion of the agenda included the adjustment of the new construction cost index approved by the Board at the March 30, 2005 SAB meeting.

**FINANCIAL REPORTS*****Status of Funds***

The Board accepted the Status of Funds report as presented.

**SPECIAL CONSENT ITEMS*****School Facility Program Substantial Progress Time Extensions***

In considering this item, the Board approved the staff's recommendations.

***Deferred Maintenance Program Deposits***

In considering this item, the Board approved the staff's recommendation.

***Rim of the World Unified School District/San Bernardino 58/67868-00-02***

In considering this item, the Board approved the staff's recommendations.

***West Contra Costa Unified School District/Contra Costa 58/61796-00-01***

In considering this item, the Board approved the staff's recommendation.

**SPECIALS/APPEALS*****Tracy Joint Unified School District/San Joaquin 57/75499-00-000***

This item was withdrawn.

**REPORTS*****Deferred Maintenance Program Maximum Deposit***

The Board accepted the report as presented.

***Residual Modernization Grants***

Ms. Susan Stuart, representing several school districts, addressed the Board regarding this issue. The Board accepted the report and directed staff to submit the issue to the SAB Implementation Committee in order to obtain feedback and input from other interested parties.

***Financial Hardship Equity Issues***

Mr. Tom Duffy, representing the Coalition for Adequate School Housing, addressed the Board regarding this issue. The Board expressed concerns that 1) there be a level playing field for financial hardship and that all districts be aware of what the rules are, 2) for small schools in rural areas, the hardships encountered due to the inability to build full and complete schools; and 3) the proposal to increase the bonding capacity to 90/95 percent bonded indebtedness was too high. The Board directed staff to address the issue at the SAB Implementation Committee.

**INFORMATION/REFERENCE**

***Remaining Board Meeting Dates for the Calendar Year 2005***

***School Facility Program Workload List***

***Facility Hardship/Rehabilitation Approvals without Funding List as of March 30, 2005***

**MISCELLANEOUS**

The Board brought forth an issue regarding the Los Angeles Unified School District and the Division of the State Architect and asked staff to index the issue for the May 25, 2005 SAB meeting.

**CLOSED SESSION**

The Board convened into closed session pursuant to Government Code Section 11126(a)(1) for the purpose of considering the appointment of the Assistant Executive Officer.

Upon conclusion of the closed session, the Board reconvened into open session at 5:08 p.m.

**ADJOURNMENT**

There being no further business to come before the Board, the Chair adjourned the meeting at 5:10 p.m.

---

**LUISA M. PARK, Executive Officer**